

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

WILHOIT WATER COMPANY, INC.
(THUNDERBIRD MEADOWS)

RECEIVED
SEP 04 2007

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

SECOND
AMENDED
ANNUAL REPORT

FOR YEAR ENDING

12	31	2006
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FOR COMMISSION USE

ANN 04	06
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PROCESSED BY:

SCANNED

COMPANY INFORMATION

Company Name (Business Name): WILHOIT WATER COMPANY, INC. (Thunderbird Meadows)

Mailing Address: P.O. Box 870, 901 1st South Street
(Street)

Clarkdale,
(City)

AZ
(State)

86324
(Zip)

928-634-3760
Telephone No. (Include Area Code)

928-634-8512
Fax No. (Include Area Code)

n/a
Pager/Cell No. (Include Area Code)

Email Address: n/a

Local Office Mailing Address

(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address n/a

MANAGEMENT INFORMATION

Management Contact: David A. Conlin, Jr., Secretary
(Name)

(Title)

Same as Above

(Street)

(City)

(State)

(Zip)

Same as Above

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address n/a

On Site Manager: _____

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent:**Douglas G. Martin, Esq.**

(Name)

365 East Coronado Road, Suite 200
(Street)**Phoenix**
(City)**AZ**
(State)**85004**
(Zip)**602-230-0030**
Telephone No. (Include Area Code)**602-604-0004**
Fax No. (Include Area Code)**n/a**
Pager/Cell No. (Include Area Code)**Attorney:****-Same as Statutory Agent-**

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☒ **Please mark this box if the above address(es) have changed or are updated since the last filing.****OWNERSHIP INFORMATION**

Check the following box that applies to your company:

☐ **Sole Proprietor (S)**☒ **C Corporation (C) (Other than Association/Co-op)**☐ **Partnership (P)**☐ **Subchapter S Corporation (Z)**☐ **Bankruptcy (B)**☐ **Association/Co-op (A)**☐ **Receivership (R)**☐ **Limited Liability Company**☐ **Other (Describe)** _____**COUNTIES SERVED**

Check the box below for the county/ies in which you are certificated to provide service:

☐ **APACHE**☐ **COCHISE**☐ **COCONINO**☐ **GILA**☐ **GRAHAM**☐ **GREENLEE**☐ **LA PAZ**☐ **MARICOPA**☐ **MOHAVE**☐ **NAVAJO**☐ **PIMA**☐ **PINAL**☐ **SANTA CRUZ**☒ **YAVAPAI**☐ **YUMA**☐ **STATEWIDE**

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	\$1,250	N/A	\$1,250
304	Structures and Improvements	\$626	<\$626>	-0-
307	Wells and Springs	\$33,548	<\$12,976>	\$20,572
311	Pumping Equipment	\$26,583	<\$23,833>	\$2,750
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	\$10,084	<\$10,084>	-0-
331	Transmission and Distribution Mains	\$81,670	<\$81,670>	-0-
333	Services	\$7,744	<\$7,744>	-0-
334	Meters and Meter Installations	\$6,148	<\$6,148>	-0-
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	\$164	<\$164>	-0-
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	\$167,817	<\$143,245>	\$24,572

This amount goes on the Balance Sheet Acct. No. 108

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	\$1,250	N/A	N/A
304	Structures and Improvements	N/A	5%	(Fully Depreciated)
307	Wells and Springs	\$25,072	5%	\$1,677
311	Pumping Equipment	\$5,000	5%	\$1,329
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	N/A	5%	(Fully Depreciated)
331	Transmission and Distribution Mains	N/A	5%	(Fully Depreciated)
333	Services	N/A	5%	(Fully Depreciated)
334	Meters and Meter Installations	N/A	5%	(Fully Depreciated)
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	N/A	5%	(Fully Depreciated)
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	\$30,072	5%	\$1,504

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

BALANCE SHEET

Acct .No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$4,129	\$<460>
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies	\$4,721	\$6,721
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	\$3,591	\$3,071
	TOTAL CURRENT AND ACCRUED ASSETS	\$12,441	\$9,332
	FIXED ASSETS		
101	Utility Plant in Service	\$238,446	\$246,602
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	<\$139,430>	<\$138,610>
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$99,016	\$107,991
	TOTAL ASSETS	\$111,457	\$117,323

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable		
232	Notes Payable (Current Portion)	\$78,717	\$109,217
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	\$5,148	\$5,148
236	Accrued Taxes	\$1,410	\$1,064
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	<\$15>	
	TOTAL CURRENT LIABILITIES	\$85,260	\$115,429
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$85,260	\$115,429
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	\$26,197	\$1,894
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$26,197	\$1,894
	TOTAL LIABILITIES AND CAPITAL	\$111,457	\$117,323

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$53,109	\$48,161
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$53,109	\$48,161
	OPERATING EXPENSES		
601	Salaries and Wages	\$17,479	\$19,551
610	Purchased Water	\$13,960	\$10,429
615	Purchased Power	\$4,934	\$6,099
618	Chemicals		
620	Repairs and Maintenance	\$9,152	\$7,439
621	Office Supplies and Expense	\$1,189	\$1,460
630	Outside Services		
635	Water Testing	\$1,308	\$1,724
641	Rents	\$2,970	\$2,970
650	Transportation Expenses		
657	Insurance – General Liability	\$1,488	\$1,488
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	\$1,272	\$1,580
403	Depreciation Expense	\$1,504	\$1,504
408	Taxes Other Than Income	\$3,967	\$3,152
408.11	Property Taxes		
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$59,223	\$57,396
	OPERATING INCOME/(LOSS)	<\$6,114>	<\$9,235>
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$	\$
	NET INCOME/(LOSS)	<\$6,114>	<\$9,235>

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	7/1/2006	9/1/2007		
Source of Loan	Glenarm Land Company, Inc.	Glenarm Land Company, Inc.		
ACC Decision No.	PENDING	PENDING		
Reason for Loan	Well Drilling	Storage Tanks, Plumbing/Elect.		
Dollar Amount Issued	\$15,000	\$131,058.62	\$	\$
Amount Outstanding	\$15,000	\$131,058.62	\$	\$
Date of Maturity	9/1/2017	9/1/2017		
Interest Rate	10%	10%	%	%
Current Year Interest	9/1/07-8/31/08 \$1,458.57	9/1/08-8/31/09 \$12,744.02	\$	\$
Current Year Principle	\$920.19	\$8,039.38	\$	\$

Meter Deposit Balance at Test Year End \$ _____

Meter Deposits Refunded During the Test Year \$ _____

COMPANY NAME	WILHOIT WATER COMPANY, INC. (Thunderbird Meadows)
Name of System	ADEQ Public Water System Number (if applicable)

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
#1*	No Pump	5	159	6	1.5	Unk
#2*	3	10	820	8	1.5	Unk
#3*	2	2	325	8	1.5	Unk
#4*	1.5	2	203	6	1.5	Unk
#5*	5	12	1,000	6	1.5	1997
55-568193	3	5	805	8	1.5	1999
55-622744	0.5	5	176	6	0.75	Unk
55-622742	3	5	810	8	1	Unk
55-904908**	2	**	**	**	**	2006

* Not in Service

** Waiting for ADEQ Approval to Start Service

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
Walden Meadows Community Co-Op		2,550

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
1	1	NONE	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
33,000	1	NONE	
22,000	1		
12,000	1		

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME WILHOIT WATER COMPANY, INC. (Thunderbird Meadows)	
Name of System	ADEQ Public Water System Number (if applicable)

REVISED
WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS		
Size (in inches)	Material	Length (in feet)
2		
3		
4	PVC PIPE	10,500
5		
6	PVC PIPE	10,500
8		
10		
12		

CUSTOMER METERS	
Size (in inches)	Quantity
5/8 X 3/4	123
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

STRUCTURES:

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: WILHOIT WATER COMPANY, INC. (Thunderbird Meadows)	
Name of System	ADEQ Public Water System Number (if applicable)
<u>REVISED</u>	

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2006

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	129	536,988	*	0
FEBRUARY	130	622,210	*	0
MARCH	130	603,978	*	0
APRIL	131	564,668	*	0
MAY	132	776,605	*	0
JUNE	132	879,069	*	0
JULY	126	520,333	*	0
AUGUST	126	423,095	*	0
SEPTEMBER	126	384,981	*	0
OCTOBER	124	190,979	*	0
NOVEMBER	124	335,619	*	0
DECEMBER	124	309,395	*	0
TOTALS →		6,147,920	*	0

*It was not known until recently (2007) that meters were, in fact, in place on the wells used here. Therefore, no readings were made in 2006.

What is the level of arsenic for each well on your system? 4.4 ppb

(If more than one well, please list each separately.) NOTE: The wells are not sampled separately but are a composite of the wells blended together prior to entering the distribution lines.

If system has fire hydrants, what is the fire flow requirement? N/A

If system has chlorination treatment, does this treatment system chlorinate continuously?

☐ Yes ☒ No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

☐ Yes ☒ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

☐ Yes ☐ No N/A

If yes, provide the GPCPD amount: N/A

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME WILHOIT WATER COMPANY, INC. (Thunderbird Meadows) **YEAR ENDING 12/31/2006**

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2006 was: \$ -0-

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why:

The Company is currently in talks with the Yavapai County Treasurer's Office to arrange for payment of back taxes.

**VERIFICATION
AND
SWORN STATEMENT
Taxes**

RECEIVED
SEP 04 2007
AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
NAME (OWNER OR OFFICIAL) TITLE:
WILHOIT WATER COMPANY, INC.

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

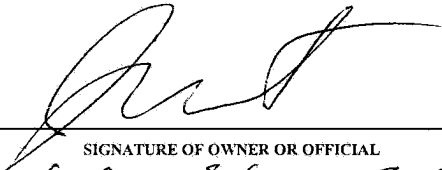
MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

~~I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.~~ *fw*

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.



SIGNATURE OF OWNER OR OFFICIAL
612-236-0030

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

4TH

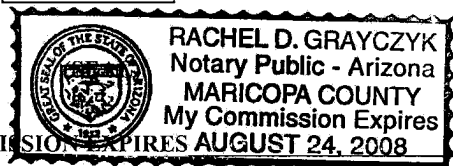
DAY OF

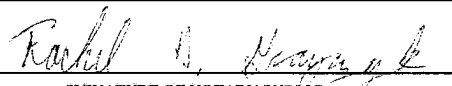
MARICOPA

SEPTEMBER

.2007

MY COMMISSION





SIGNATURE OF NOTARY PUBLIC

COMPANY NAME: WILHOIT WATER COMPANY, INC.

YEAR ENDING 12/31/2006

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported _____
Estimated or Actual Federal Tax Liability _____

State Taxable Income Reported _____
Estimated or Actual State Tax Liability _____

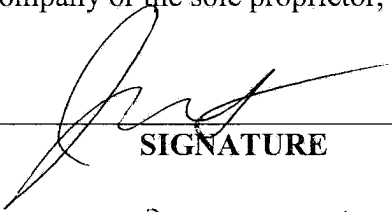
Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.



SIGNATURE



DATE



PRINTED NAME

TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF MARICOPA

JIM WEST, BY POA FOR DAVID CONLIN, JR., SECRETARY

WILHOIT WATER COMPANY, INC.

RECEIVED
SEP 04 2007
AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2006 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$107,350.31 (FOR ALL THREE SITES)

**(THE AMOUNT IN BOX ABOVE
INCLUDES \$7942.50 (For all three sites)
IN SALES TAXES BILLED, OR COLLECTED)**

****REVENUE REPORTED ON THIS PAGE MUST
INCLUDE SALES TAXES BILLED OR
COLLECTED. IF FOR ANY OTHER REASON,
THE REVENUE REPORTED ABOVE DOES NOT
AGREE WITH TOTAL OPERATING REVENUES
ELSEWHERE REPORTED, ATTACH THOSE
STATEMENTS THAT RECONCILE THE
DIFFERENCE. (EXPLAIN IN DETAIL)**



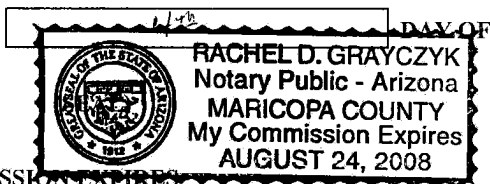
SIGNATURE OF OWNER OR OFFICIAL
602-570-4557

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



MARICOPA

AUGUST September ,2007



SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-02065A

WILHOIT WATER COMPANY, INC.
(THUNDERBIRD MEADOWS)

PO Box 870

Clarkdale, AZ 85324

W

AMENDED
ANNUAL REPORT

FOR YEAR ENDING

12	31	2006
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RECEIVED

AUG 20 2007

AZ CORP COM
Director Utilities

FOR COMMISSION USE

ANN 04	06
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PROCESSED BY:

8-22-07

SCANNED

COMPANY INFORMATION

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Clarkdale,

(City)

AZ

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86324

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MANAGEMENT INFORMATION

Management Contact: David A. Conlin, Jr., Secretary

(Name)

(Title)

Same as Above

(Street)

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Statutory Agent:**Douglas G. Martin, Esq.**

(Name)

365 East Coronado Road, Suite 200
(Street)**Phoenix**
(City)**AZ**
(State)**85004**
(Zip)**602-230-0030**
Telephone No. (Include Area Code)**602-604-0004**
Fax No. (Include Area Code)**n/a**
Pager/Cell No. (Include Area Code)**Attorney:****-Same as Statutory Agent-**

(Name)

(Street)

(City)

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Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE☐ COCHISE☐ COCONINO☐ GILA☐ GRAHAM☐ GREENLEE☐ LA PAZ☐ MARICOPA☐ MOHAVE☐ NAVAJO☐ PIMA☐ PINAL☐ SANTA CRUZ☒ YAVAPAI☐ YUMA☐ STATEWIDE

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
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335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	\$164	<\$164>	-0-
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	\$167,817	<\$143,245>	\$24,572

This amount goes on the Balance Sheet Acct. No. 108

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	\$1,250	N/A	N/A
304	Structures and Improvements	N/A	5%	(Fully Depreciated)
307	Wells and Springs	\$25,072	5%	\$1,677
311	Pumping Equipment	\$5,000	5%	\$1,329
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	N/A	5%	(Fully Depreciated)
331	Transmission and Distribution Mains	N/A	5%	(Fully Depreciated)
333	Services	N/A	5%	(Fully Depreciated)
334	Meters and Meter Installations	N/A	5%	(Fully Depreciated)
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	N/A	5%	(Fully Depreciated)
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	\$30,072	5%	\$1,504

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

BALANCE SHEET

Acct .No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$4,129	\$<460>
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies	\$4,721	\$6,721
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	\$3,591	\$3,071
	TOTAL CURRENT AND ACCRUED ASSETS	\$12,441	\$9,332
	FIXED ASSETS		
101	Utility Plant in Service	\$238,446	\$246,602
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	<\$139,430>	<\$138,610>
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$99,016	\$107,991
	TOTAL ASSETS	\$111,457	\$117,323

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable		
232	Notes Payable (Current Portion)	\$78,717	\$109,217
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	\$5,148	\$5,148
236	Accrued Taxes	\$1,410	\$1,064
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	<\$15>	
	TOTAL CURRENT LIABILITIES	\$85,260	\$115,429
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$85,260	\$115,429
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	\$26,197	\$1,894
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$26,197	\$1,894
	TOTAL LIABILITIES AND CAPITAL	\$111,457	\$117,323

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$53,109	\$48,161
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$53,109	\$48,161
	OPERATING EXPENSES		
601	Salaries and Wages	\$17,479	\$19,551
610	Purchased Water	\$13,960	\$10,429
615	Purchased Power	\$4,934	\$6,099
618	Chemicals		
620	Repairs and Maintenance	\$9,152	\$7,439
621	Office Supplies and Expense	\$1,189	\$1,460
630	Outside Services		
635	Water Testing	\$1,308	\$1,724
641	Rents	\$2,970	\$2,970
650	Transportation Expenses		
657	Insurance – General Liability	\$1,488	\$1,488
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	\$1,272	\$1,580
403	Depreciation Expense	\$1,504	\$1,504
408	Taxes Other Than Income	\$3,967	\$3,152
408.11	Property Taxes		
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$59,223	\$57,396
	OPERATING INCOME/(LOSS)	<\$6,114>	<\$9,235>
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$	\$
	NET INCOME/(LOSS)	<\$6,114>	<\$9,235>

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	7/1/2006	9/1/2007		
Source of Loan	Glenarm Land Company, Inc.	Glenarm Land Company, Inc.		
ACC Decision No.	PENDING	PENDING		
Reason for Loan	Well Drilling	Storage Tanks, Plumbing/Elect.		
Dollar Amount Issued	\$15,000	\$131,058.62	\$	\$
Amount Outstanding	\$15,000	\$131,058.62	\$	\$
Date of Maturity	9/1/2017	9/1/2017		
Interest Rate	10%	10%	%	%
Current Year Interest	9/1/07-8/31/08 \$1,458.57	9/1/08-8/31/09 \$12,744.02	\$	\$
Current Year Principle	\$920.19	\$8,039.38	\$	\$

Meter Deposit Balance at Test Year End \$ _____

Meter Deposits Refunded During the Test Year \$ _____

COMPANY NAME	WILHOIT WATER COMPANY, INC. (Thunderbird Meadows)
Name of System	ADEQ Public Water System Number (if applicable)

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
#1*	No Pump	5	159	6	1.5	Unk
#2*	3	10	820	8	1.5	Unk
#3*	2	2	325	8	1.5	Unk
#4*	1.5	2	203	6	1.5	Unk
#5*	5	12	1,000	6	1.5	1997
55-568193	3	5	805	8	1.5	1999
55-622744	0.5	5	176	6	0.75	Unk
55-622742	3	5	810	8	1	Unk
55-804908**	2	**	**	**	**	2006

* Not in Service

** Waiting for ADEQ Approval to Start Service

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
Walden Meadows Community Co-Op		2,450

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
1	1	NONE	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
33,000	1	NONE	
22,000	1		
12,000	1		

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME WILHOIT WATER COMPANY, INC. (Thunderbird Meadows)	
Name of System	ADEQ Public Water System Number (if applicable)

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS		
Size (in inches)	Material	Length (in feet)
2		
3		
4		
5		
6	PVC PIPE	3,505
8		
10		
12		

CUSTOMER METERS	
Size (in inches)	Quantity
5/8 X 3/4	55
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

STRUCTURES:

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: WILHOIT WATER COMPANY, INC. (Thunderbird Meadows)

Name of System **ADEQ Public Water System Number (if applicable)**

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2006

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	68	328,014	*	0
FEBRUARY	67	346,792	*	0
MARCH	67	186,050	*	0
APRIL	65	281,970	*	0
MAY	64	441,518	*	0
JUNE	64	386,334	*	0
JULY	62	388,471	*	0
AUGUST	62	250,589	*	0
SEPTEMBER	61	221,221	*	0
OCTOBER	62	264,116	*	0
NOVEMBER	63	246,821	*	0
DECEMBER	63	230,405	*	0
TOTALS →		3,572,301	*	0

*It was not known until recently (2007) that meters were, in fact, in place on the wells used here. Therefore, no readings were made in 2006.

What is the level of arsenic for each well on your system? .180 mg/l

(If more than one well, please list each separately.) NOTE: The wells are not sampled separately but are a composite of the wells blended together prior to entering the distribution lines.

If system has fire hydrants, what is the fire flow requirement? N/A

If system has chlorination treatment, does this treatment system chlorinate continuously?

() Yes (X) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes () No N/A

If yes, provide the GPCPD amount: N/A

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME WILHOIT WATER COMPANY, INC. (Thunderbird Meadows) **YEAR ENDING 12/31/2006**

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2006 was: \$ -0-

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why:

The Company is currently in talks with the Yavapai County Treasurer's Office to arrange for payment of back taxes.

**VERIFICATION
AND
SWORN STATEMENT
Taxes**

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Tim West, through P.A. Secretary</u>
WILHOIT WATER COMPANY, INC.	

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2006</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

~~I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.~~ *[Signature]*

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

[Signature]
SIGNATURE OF OWNER OR OFFICIAL
602-570-4557
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

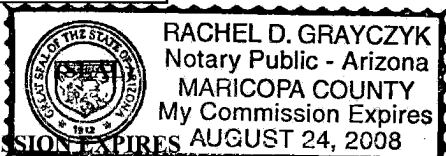
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

16th

DAY OF

COUNTY NAME	<u>Maricopa</u>
<u>JULY August</u>	<u>2007</u>



MY COMMISSION EXPIRES

[Signature]
SIGNATURE OF NOTARY PUBLIC

YEAR ENDING 12/31/2006

For this reporting period, provide the following:

Estimated or Actual Federal Tax Liability

Estimated or Actual State Tax Liability

Total Grossed-Up Contributions/Advances

CERTIFICATION

SIGNATURE

DATE _____

PRINTED NAME

TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF MARICOPA
JIM WEST, BY POA FOR DAVID CONLIN, JR., SECRETARY
WILHOIT WATER COMPANY, INC.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

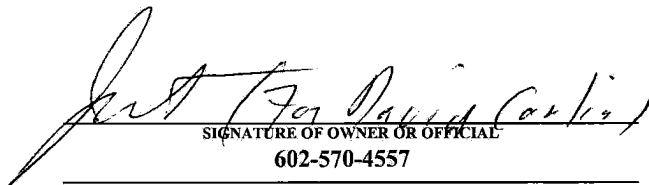
IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2006 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$107,350.31 (FOR ALL THREE SITES)

(THE AMOUNT IN BOX ABOVE
INCLUDES \$7942.50 (For all three sites)
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**


SIGNATURE OF OWNER OR OFFICIAL
602-570-4557
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

16th

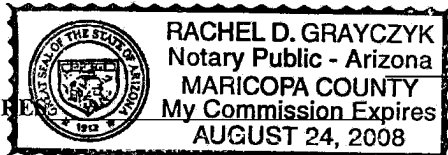
DAY OF

MARICOPA

AUGUST

,2007

(SEAL)



MY COMMISSION EXPIRES


SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only**

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF MARICOPA	
JIM WEST, BY P.O.A. FOR DAVID CONLIN, JR.,	SECRETARY
WILHOIT WATER COMPANY, INC.	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT


IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2006 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$107,350.31 (For All Sites)

THE AMOUNT IN BOX AT LEFT
INCLUDES \$7,942.50 (for all sites)
IN SALES TAXES BILLED, OR COLLECTED)

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**


SIGNATURE OF OWNER OR OFFICIAL

602-570-4557
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

16th

DAY OF

NOTARY PUBLIC NAME

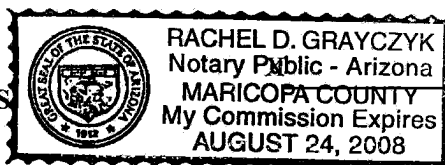
MARICOPA

AUGUST

2007

(SEAL)

MY COMMISSION EXPIRES




SIGNATURE OF NOTARY PUBLIC

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

WILHOIT WATER COMPANY, INC.
(BLUE HILLS #3)

AMENDED
ANNUAL REPORT

FOR YEAR ENDING

12	31	2006
----	----	------

FOR COMMISSION USE

ANN 04	06
--------	----

PROCESSED BY:

SCANNED

RECEIVED

AUG 20 2007

ARIZONA CORP COM
Director Utilities

COMPANY INFORMATION

Company Name (Business Name): WILHOIT WATER COMPANY, INC. (Blue Hills #3)

Mailing Address: P.O. Box 870, 901 1st South Street
(Street)

Clarkdale,
(City)

AZ
(State)

86324
(Zip)

928-634-3760
Telephone No. (Include Area Code)

928-634-8512
Fax No. (Include Area Code)

n/a
Pager/Cell No. (Include Area Code)

Email Address: n/a

Local Office Mailing Address

(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address n/a

MANAGEMENT INFORMATION

Management Contact: David A. Conlin, Jr., Secretary
(Name)

(Title)

Same as Above

(Street)

(City)

(State)

(Zip)

Same as Above

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address n/a

On Site Manager:

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent:**Douglas G. Martin, Esq.**

(Name)

365 East Coronado Road, Suite 200
(Street)**Phoenix**
(City)**AZ**
(State)**85004**
(Zip)**602-230-0030**
Telephone No. (Include Area Code)**602-604-0004**
Fax No. (Include Area Code)**n/a**
Pager/Cell No. (Include Area Code)**Attorney:****-Same as Statutory Agent-**

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☒ **Please mark this box if the above address(es) have changed or are updated since the last filing.****OWNERSHIP INFORMATION**

Check the following box that applies to your company:

☐ **Sole Proprietor (S)**☒ **C Corporation (C) (Other than Association/Co-op)**☐ **Partnership (P)**☐ **Subchapter S Corporation (Z)**☐ **Bankruptcy (B)**☐ **Association/Co-op (A)**☐ **Receivership (R)**☐ **Limited Liability Company**☐ **Other (Describe) _____****COUNTIES SERVED**

Check the box below for the county/ies in which you are certificated to provide service:

☐ **APACHE**☐ **COCHISE**☐ **COCONINO**☐ **GILA**☐ **GRAHAM**☐ **GREENLEE**☐ **LA PAZ**☐ **MARICOPA**☐ **MOHAVE**☐ **NAVAJO**☐ **PIMA**☐ **PINAL**☐ **SANTA CRUZ**☒ **YAVAPAI**☐ **YUMA**☐ **STATEWIDE**

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	\$1,250	N/A	\$1,250
304	Structures and Improvements	\$1,200	<\$1,200>	-0-
307	Wells and Springs	\$4,238	<\$4,238>	-0-
311	Pumping Equipment	\$11,927	<\$11,927>	-0-
320	Water Treatment Equipment	\$609	<\$609>	-0-
330	Distribution Reservoirs and Standpipes	\$2,843	<\$2,843>	-0-
331	Transmission and Distribution Mains	\$14,296	<\$14,296>	-0-
333	Services	\$4,309	<\$4,309>	-0-
334	Meters and Meter Installations	\$3,421	<\$3,421>	-0-
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	\$91	<\$91>	-0-
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	\$44,186	<\$42,936>	\$1,250

This amount goes on the Balance Sheet Acct. No. 108

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	\$1,250	N/A	N/A
304	Structures and Improvements	N/A	5%	(Fully Depreciated)
307	Wells and Springs	N/A	5%	(Fully Depreciated)
311	Pumping Equipment	N/A	5%	(Fully Depreciated)
320	Water Treatment Equipment	N/A	5%	(Fully Depreciated)
330	Distribution Reservoirs and Standpipes	N/A	5%	(Fully Depreciated)
331	Transmission and Distribution Mains	N/A	5%	(Fully Depreciated)
333	Services	N/A	5%	(Fully Depreciated)
334	Meters and Meter Installations	N/A	5%	(Fully Depreciated)
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	N/A	5%	(Fully Depreciated)
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	N/A	5%	(Fully Depreciated)

This amount goes on the Comparative Statement of Income and Expense _____
 Acct. No. 403.

BALANCE SHEET

Acct .No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$4,129	\$<460>
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies	\$4,721	\$6,721
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	\$3,591	\$3,071
	TOTAL CURRENT AND ACCRUED ASSETS	\$12,441	\$9,332
	FIXED ASSETS		
101	Utility Plant in Service	\$238,446	\$246,602
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	<\$139,430>	<\$138,610>
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$99,016	\$107,991
	TOTAL ASSETS	\$111,457	\$117,323

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable		
232	Notes Payable (Current Portion)	\$78,717	\$109,217
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	\$5,148	\$5,148
236	Accrued Taxes	\$1,410	\$1,064
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	<\$15>	
	TOTAL CURRENT LIABILITIES	\$85,260	\$115,429
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$85,260	\$115,429
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	\$26,197	\$1,894
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$26,197	\$1,894
	TOTAL LIABILITIES AND CAPITAL	\$111,457	\$117,323

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$16,958	\$17,458
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$16,958	\$17,458
	OPERATING EXPENSES		
601	Salaries and Wages	\$10,116	\$9,778
610	Purchased Water		
615	Purchased Power	\$3,131	\$3,039
618	Chemicals		
620	Repairs and Maintenance	\$5,141	\$7,133
621	Office Supplies and Expense	\$505	\$703
630	Outside Services		
635	Water Testing	\$1,108	\$1,853
641	Rents	\$1,320	\$1,400
650	Transportation Expenses		
657	Insurance – General Liability	\$661	\$661
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	\$292	\$2,173
403	Depreciation Expense	0	-0-
408	Taxes Other Than Income	\$1,763	\$1,355
408.11	Property Taxes		
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$24,037	\$28,095
	OPERATING INCOME/(LOSS)	<\$7,079>	<\$10,637>
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$	\$
	NET INCOME/(LOSS)	<\$7,079>	<\$10,637>

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued			\$	\$
Amount Outstanding			\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest			\$	\$
Current Year Principle			\$	\$

Meter Deposit Balance at Test Year End \$ _____

Meter Deposits Refunded During the Test Year \$ _____

COMPANY NAME	WILHOIT WATER COMPANY, INC. (BLUE HILLS #3)
Name of System	ADEQ Public Water System Number (if applicable)

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-622750	3	30	50	6	1.5	Unk.
55-622751	0.5	10	181	6	1.5	Unk.

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
NONE		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
NONE		NONE	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
12,500	1	2,000	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME WILHOIT WATER COMPANY, INC. (BLUE HILLS #3)	
Name of System	ADEQ Public Water System Number (if applicable)

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4		
5		
6	PIPE	3,505
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	55
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

STRUCTURES:

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: WILHOIT WATER COMPANY, INC. (BLUE HILLS #3)

Name of System **ADEQ Public Water System Number (if applicable)**

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2006

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	68	328,014	*	0
FEBRUARY	67	346,792	*	0
MARCH	67	186,050	*	0
APRIL	65	281,970	*	0
MAY	64	441,518	*	0
JUNE	64	386,334	*	0
JULY	62	388,471	*	0
AUGUST	62	250,589	*	0
SEPTEMBER	61	221,221	*	0
OCTOBER	62	264,116	*	0
NOVEMBER	63	246,821	*	0
DECEMBER	63	230,405	*	0
TOTALS →		3,572,301	*	0

*It was not known until recently (2007) that meters were, in fact, in place on the wells used here. Therefore, no readings were made in 2006.

What is the level of arsenic for each well on your system? .180 mg/l

(If more than one well, please list each separately.) NOTE: The wells are not sampled separately but are a composite of the wells blended together prior to entering the distribution lines.

If system has fire hydrants, what is the fire flow requirement? N/A

If system has chlorination treatment, does this treatment system chlorinate continuously?

() Yes (X) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

(X) Yes () No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes () No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME WILHOIT WATER COMPANY, INC. (BLUE HILLS #3) **YEAR ENDING 12/31/2006**

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2006 was: \$ -0-

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why:

For Blue Hills #3, all property taxes from 1999 through 2000 were paid in full. Currently, the delinquent property taxes due, including fees and interest, are \$6,510.34.

The Company is currently in talks with the Yavapai County Treasurer's Office to arrange for payment of back taxes.

**VERIFICATION
AND
SWORN STATEMENT**
Taxes

VERIFICATION

STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) <u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE: <u>Jim West Maricopa Pct. 22-00111</u>
WILHOIT WATER COMPANY, INC.

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

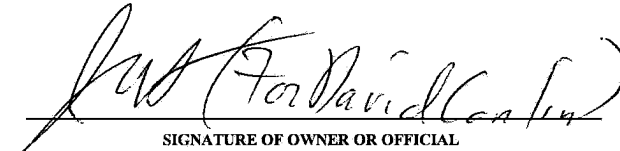
MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

~~I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.~~

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.



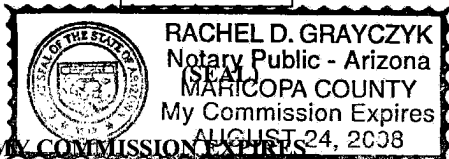
SIGNATURE OF OWNER OR OFFICIAL
002-570-4557

TELEPHONE NUMBER

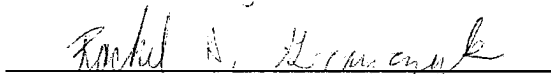
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 16th **DAY OF**



COUNTY NAME	
JULY <u>August</u>	.2007



SIGNATURE OF NOTARY PUBLIC

COMPANY NAME: WILHOIT WATER COMPANY, INC.

YEAR ENDING 12/31/2006

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported _____
Estimated or Actual Federal Tax Liability _____

State Taxable Income Reported _____
Estimated or Actual State Tax Liability _____

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

SIGNATURE

8/16/07

DATE

Jim Wegt

PRINTED NAME

TITLE

**VERIFICATION
AND
SWORN STATEMENT**
Intrastate Revenues Only

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF MARICOPA

JIM WEST, BY POA FOR DAVID CONLIN, JR., SECRETARY

WILHOIT WATER COMPANY, INC.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2006 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$107,350.31 (FOR ALL THREE SITES)

(THE AMOUNT IN BOX ABOVE
INCLUDES \$7942.50 (For all three sites)
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**


SIGNATURE OF OWNER OR OFFICIAL
602-570-4557
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS DAY OF

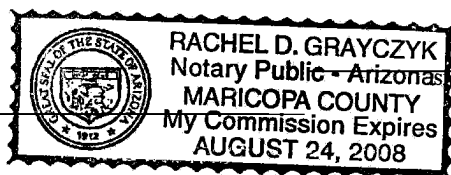
MARICOPA

AUGUST

,2007

(SEAL)

MY COMMISSION EXPIRES




SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only**

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF MARICOPA	
JIM WEST, BY P.O.A. FOR DAVID CONLIN, JR.,	SECRETARY
WILHOIT WATER COMPANY, INC.	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT


IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2006 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$107,350.31 (For All Sites)

**THE AMOUNT IN BOX AT LEFT
INCLUDES \$7,942.50 (for all sites)
IN SALES TAXES BILLED, OR COLLECTED)**

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**



SIGNATURE OF OWNER OR OFFICIAL

602-570-4557

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

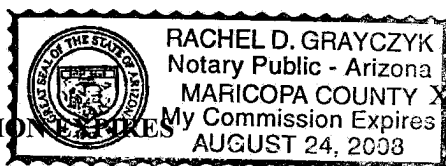
16th

DAY OF

NOTARY PUBLIC NAME	
MARICOPA	
AUGUST	2007

(SEAL)

MY COMMISSION EXPIRES





SIGNATURE OF NOTARY PUBLIC

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

WILHOIT WATER COMPANY, INC.
(YAVAPAI MOBILE HOME ESTATES)

AMENDED
ANNUAL REPORT

FOR YEAR ENDING

12	31	2006
-----------	-----------	-------------

FOR COMMISSION USE

ANN 04	06
---------------	-----------

RECEIVED

AUG 20 2007

ARIZONA CORP COMMISSION
Director Utilities

PROCESSED BY:

SCANNED

COMPANY INFORMATION

Company Name (Business Name): WILHOIT WATER COMPANY, INC. (Yavapai M.H. Estates)

Mailing Address: P.O. Box 870, 901 1st South Street
(Street)

Clarkdale,
(City)

AZ
(State)

86324
(Zip)

928-634-3760
Telephone No. (Include Area Code)

928-634-8512
Fax No. (Include Area Code)

n/a
Pager/Cell No. (Include Area Code)

Email Address: n/a

Local Office Mailing Address

(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address n/a

MANAGEMENT INFORMATION

Management Contact: David A. Conlin, Jr., Secretary
(Name)

(Title)

Same as Above
(Street)

(City)

(State)

(Zip)

Same as Above
Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address n/a

On Site Manager: _____

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent:**Douglas G. Martin, Esq.**

(Name)

365 East Coronado Road, Suite 200

(Street)

Phoenix

(City)

AZ

(State)

85004

(Zip)

602-230-0030

Telephone No. (Include Area Code)

602-604-0004

Fax No. (Include Area Code)

n/a

Pager/Cell No. (Include Area Code)

Attorney:**-Same as Statutory Agent-**

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.**OWNERSHIP INFORMATION**

Check the following box that applies to your company:

☐ Sole Proprietor (S)☒ C Corporation (C) (Other than Association/Co-op)☐ Partnership (P)☐ Subchapter S Corporation (Z)☐ Bankruptcy (B)☐ Association/Co-op (A)☐ Receivership (R)☐ Limited Liability Company☐ Other (Describe) _____**COUNTIES SERVED**

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE☐ COCHISE☐ COCONINO☐ GILA☐ GRAHAM☐ GREENLEE☐ LA PAZ☐ MARICOPA☐ MOHAVE☐ NAVAJO☐ PIMA☐ PINAL☐ SANTA CRUZ☒ YAVAPAI☐ YUMA☐ STATEWIDE

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	\$1,250	N/A	\$1,250
304	Structures and Improvements	\$5,000	<\$5,000>	-0-
307	Wells and Springs	\$25,278	<\$8,976>	\$16,302
311	Pumping Equipment	\$23,996	<\$21,246>	\$2,750
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	\$12,549	<\$3,429>	\$9,120
331	Transmission and Distribution Mains	\$36,611	<\$36,611>	-0-
333	Services	\$7,057	<\$7,057>	-0-
334	Meters and Meter Installations	\$5,603	<\$5,603>	-0-
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	\$149	<\$149>	-0-
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	\$117,493	<\$88,071>	\$29,422

This amount goes on the Balance Sheet Acct. No. 108

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	\$1,250	N/A	N/A
304	Structures and Improvements	N/A	5%	(Fully Depreciated)
307	Wells and Springs	\$21,940	5%	\$1,097
311	Pumping Equipment	\$5,000	5%	\$250
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	\$9,600	5%	\$480
331	Transmission and Distribution Mains	N/A	5%	(Fully Depreciated)
333	Services	N/A	5%	(Fully Depreciated)
334	Meters and Meter Installations	N/A	5%	(Fully Depreciated)
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	N/A	5%	(Fully Depreciated)
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	\$36,540	5%	\$1,827

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$4,129	\$<460>
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies	\$4,721	\$6,721
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	\$3,591	\$3,071
	TOTAL CURRENT AND ACCRUED ASSETS	\$12,441	\$9,332
	FIXED ASSETS		
101	Utility Plant in Service	\$238,446	\$246,602
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	<\$139,430>	<\$138,610>
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$99,016	\$107,991
	TOTAL ASSETS	\$111,457	\$117,323

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable		
232	Notes Payable (Current Portion)	\$78,717	\$109,217
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	\$5,148	\$5,148
236	Accrued Taxes	\$1,410	\$1,064
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	<\$15>	
	TOTAL CURRENT LIABILITIES	\$85,260	\$115,429
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$85,260	\$115,429
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	\$26,197	\$1,894
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$26,197	\$1,894
	TOTAL LIABILITIES AND CAPITAL	\$111,457	\$117,323

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$43,400	\$40,158
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$43,400	\$40,158
	OPERATING EXPENSES		
601	Salaries and Wages	\$17,479	\$14,902
610	Purchased Water		
615	Purchased Power	\$4,855	\$5,017
618	Chemicals		
620	Repairs and Maintenance	\$6,827	\$12,104
621	Office Supplies and Expense	\$946	\$1,079
630	Outside Services		
635	Water Testing	\$988	\$3,559
641	Rents	\$2,310	\$2,310
650	Transportation Expenses		
657	Insurance – General Liability	\$1,157	\$1,157
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	\$387	\$2,307
403	Depreciation Expense	\$1,827	\$1,827
408	Taxes Other Than Income	\$3,085	\$3,603
408.11	Property Taxes		
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$39,861	\$47,865
	OPERATING INCOME/(LOSS)	\$3,539	<\$7,707>
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$	\$
	NET INCOME/(LOSS)	\$3,539	<\$7,707>

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	7/1/2005	12/1/2006		
Source of Loan	Glenarm Land Company, Inc.	Glenarm Land Company, Inc.		
ACC Decision No.	PENDING	PENDING		
Reason for Loan	Well Drilling	Arsenic Remediation		
Dollar Amount Issued	\$10,000	\$36,105.40	\$	\$
Amount Outstanding	\$10,000	\$36,105.40	\$	\$
Date of Maturity	9/1/2017	9/1/2017		
Interest Rate	10%	10%	%	%
Current Year Interest	9/1/07-8/31/08 \$972.40	9/1/08/-8/31/09 \$3,510.86	\$	\$
Current Year Principle	\$613.40	\$2,214.82	\$	\$

Meter Deposit Balance at Test Year End \$ _____

Meter Deposits Refunded During the Test Year \$ _____

COMPANY NAME	WILHOIT WATER COMPANY, INC. (YAVAPAI MOBILE HOME ESTATES)
Name of System	ADEQ Public Water System Number (if applicable)

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-622747	5	30	389	6	2	1971
55-504297	5	30	420	6	1.5	1976
55-904908	Not in service	5	580	7		2006
	due to arsenic					
	levels					

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
NONE		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
5	2	NONE	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
12,500	1	3,000	1
14,000	1		

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME WILHOIT WATER COMPANY, INC. (YAVAPAI MOBILE HOME ESTATES)	
Name of System	ADEQ Public Water System Number (if applicable)

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	PVC PIPE	1,300
5		
6	PVC PIPE	6,137
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X ¾	93
3/4	
1	
1 1/2	
2	1
Comp. 3	
Turbo 3	
Comp. 4	1
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

STRUCTURES:

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: WILHOIT WATER COMPANY, INC. (YAVAPAI MOBILE HOME ESTATES)	
Name of System	ADEQ Public Water System Number (if applicable)

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2006

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	114	751,170	*	0
FEBRUARY	114	816,400	*	0
MARCH	115	567,470	*	0
APRIL	111	948,560	*	0
MAY	111	1,240,500	*	0
JUNE	110	1,088,790	*	0
JULY	110	1,021,839	*	0
AUGUST	109	795,112	*	0
SEPTEMBER	109	701,607	*	0
OCTOBER	106	559,217	*	0
NOVEMBER	106	600,484	*	0
DECEMBER	106	758,960	*	0
TOTALS →		9,850,109	*	0

*It was not known until recently (2007) that meters were, in fact, in place on the wells used here. Therefore, no readings were made in 2006.

What is the level of arsenic for each well on your system? .316mg/l

(If more than one well, please list each separately.) NOTE: The wells are not sampled separately but are a composite of the wells blended together prior to entering the distribution lines.

If system has fire hydrants, what is the fire flow requirement? N/A

If system has chlorination treatment, does this treatment system chlorinate continuously?

☐ Yes ☒ No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

☒ Yes ☐ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

☐ Yes ☒ No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2006 was: \$ -0-

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why:

For Yavapai Mobile Home Estates, there are two property tax accounts on record with the Yavapai County Treasurer. The first, and more substantial account, shows that taxes were paid in full in 1988 and 1989, the first half of 1992, then from 1993 through 2000. The second account shows taxes paid in the years 2000 and 2001. Currently, for the first account, the total delinquent property taxes due, including fees and interest, are \$24,847.51. For the second account, the total delinquent property taxes due, including fees and interest, are \$136.73.

The Company is currently in talks with the Yavapai County Treasurer's Office to arrange for payment of back taxes.

**VERIFICATION
AND
SWORN STATEMENT
Taxes**

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE:	<u>Jim West, through Pat, Secretary</u>
WILHOIT WATER COMPANY, INC.	

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING


MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2006</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

~~I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.~~

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.


SIGNATURE OF OWNER OR OFFICIAL
602-576-4957
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

16th

DAY OF

COUNTY NAME

Maricopa

AUGUST

2007



RACHEL D. GRAYCZYK
Notary Public - Arizona
MARICOPA COUNTY
My Commission Expires
AUGUST 24, 2008

MY COMMISSION EXPIRES


SIGNATURE OF NOTARY PUBLIC

COMPANY NAME: WILHOIT WATER COMPANY, INC.

YEAR ENDING 12/31/2006

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported

Estimated or Actual Federal Tax Liability

State Taxable Income Reported

Estimated or Actual State Tax Liability

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances

Amount of Gross-Up Tax Collected

Total Grossed-Up Contributions/Advances

0

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.



SIGNATURE

8/16/07

DATE

Jim West

PRINTED NAME

TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF MARICOPA

JIM WEST, BY POA FOR DAVID CONLIN, JR., SECRETARY

WILHOIT WATER COMPANY, INC.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2006 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$107,350.31 (FOR ALL THREE SITES)

(THE AMOUNT IN BOX ABOVE
INCLUDES \$7942.50 (For all three sites)
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**


SIGNATURE OF OWNER OR OFFICIAL
602-570-4557
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

16th

DAY OF

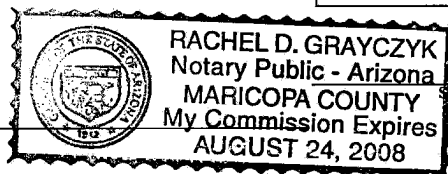
MARICOPA

AUGUST

,2007

(SEAL)

MY COMMISSION EXPIRES




SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only**

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF MARICOPA	
JIM WEST, BY P.O.A. FOR DAVID CONLIN, JR.,	SECRETARY
WILHOIT WATER COMPANY, INC.	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

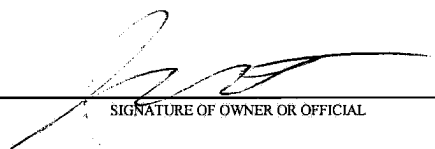
IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2006 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$107,350.31 (For All Sites)

**THE AMOUNT IN BOX AT LEFT
INCLUDES \$7,942.50 (for all sites)
IN SALES TAXES BILLED, OR COLLECTED)**

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**



SIGNATURE OF OWNER OR OFFICIAL

602-570-4557

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

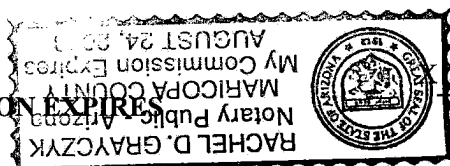
16th

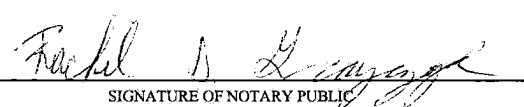
DAY OF

NOTARY PUBLIC NAME	
MARICOPA	
AUGUST	,2007

(SEAL)

MY COMMISSION EXPIRES





SIGNATURE OF NOTARY PUBLIC